

**RED**  
**ELÉCTRICA**  
CORPORACIÓN

## Results 1H2017

27 July 2017



# Results 1H2017

# Significant events 1H2017

## Financial profit/loss

- Net profit €340.1M, a 5.1% rise year-on-year.
- Interim dividend payment for 2016 of €0.8587 per share, 7% up on 2015.
- €200m euromarket bond issue with maturity of 9 years and a 1.065% cost.
- S&P ratifies a 'A-' credit rating with a stable outlook.

## Investments

- Group investments €198.2m.
- Acquisition of 45% of Redesur.
- Awarding of a new project in Chile. Estimated project investment \$96m.
- Progress in the Soria – Chira hydroelectric plant construction project.

## Sustainability

- Update of the Climate Change Action Plan in line with the Paris Agreement.
- New Biodiversity Action Plan 2017-2021.

# Highlights

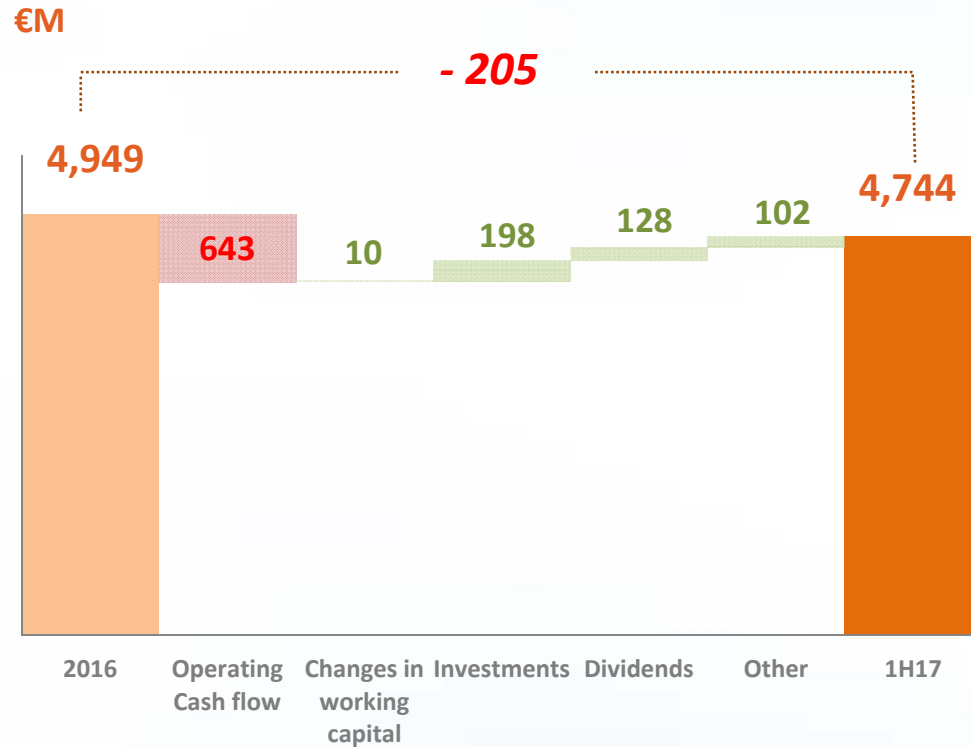
€M	1H16	1H17	2016-17
Revenue	968	987	2.0%
EBITDA	754	770	2.0%
Profit before tax	437	454	3.9%
<b>Profit for the period</b>	<b>323</b>	<b>340</b>	<b>5.1%</b>
<b>Total investment</b>	<b>365<sup>1</sup></b>	<b>198</b>	

<sup>1</sup> Includes €199.8m for the acquisition of 50% of TEN, which materialised in January 2016 following approval by the European Commission.

**Profit for the year has risen by 5.1%**  
**Result in line with the growth target of the strategic plan 2014-19**

# Financial structure

## Performance of net financial debt



**Average debt maturity**  
**5.7 years**  
**2.83% cost of debt 1H17 vs.**  
**3.00% in 1H216**  
**88% of debt at fixed rate**

# Financial Structure

## Solvency ratios

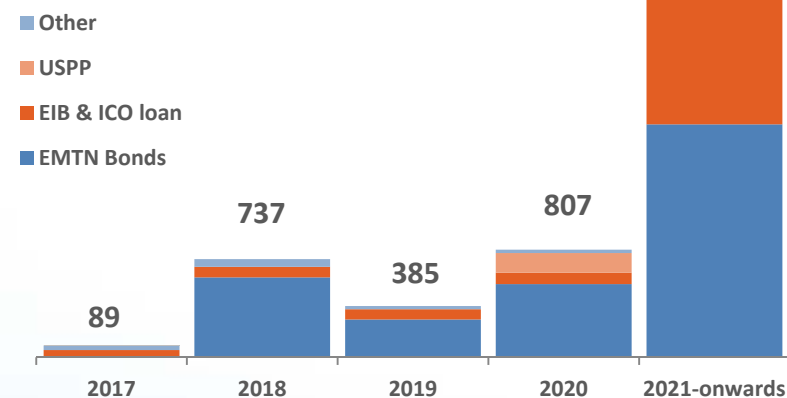
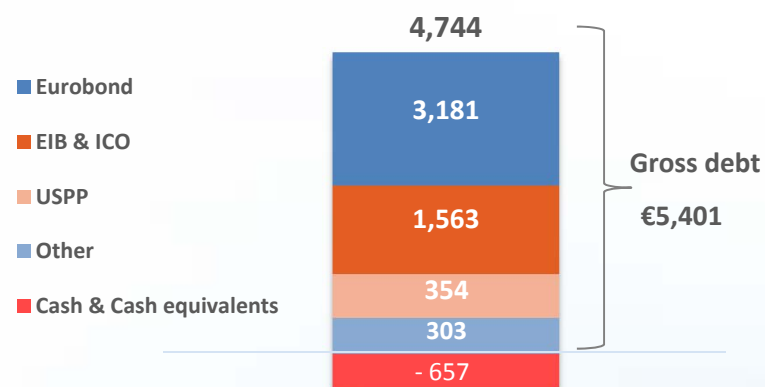
€M	1H16	1H17
EBITDA / Interest (*)	9.5x	<b>10.6</b>
FFO / Debt	22.4 %	<b>24.4%</b>
Debt / EBITDA	3.4x	<b>3.2x</b>

(\*) EBITDA / Net finance cost excluding capitalisations

## Maturities

Liquidity sources  
€2,422M

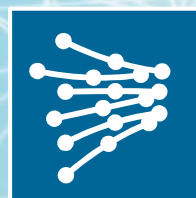
## Debt structure by instrument. 1H2017



€200m euromarket bond issue with maturity of 9 years and 1.065% cost

# Conclusions

- Results for the first half of the year are in line with targets of the Strategic Plan 2014/2019.
- Solid cash flow evolution and positive performance by financial indicators. Standard & Poor's has confirmed an A- rating with a stable outlook.
- Investment in the transmission network in Spain amounted to €144.5 million. Investment for the year is expected to reach a higher level to that of 2016.
- International bolstering of Red Eléctrica. (i) in Peru, after the acquisition of 45% of Redesur; (ii) in Chile, after being awarded the execution and operation of 258 Km of lines and of the Nuevo Pozo Almonte substation on the Norte Grande power system.
- High visibility of the shareholder remuneration policy: 7% dividend growth CAGR in 2014-2019.



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Presentation available at:

[www.ree.es](http://www.ree.es)

**Shareholders and investors**





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